

# **RURAL MUNICIPALITY OF DUFFERIN**

**Consolidated Financial Statements  
For the Year Ended December 31, 2023**

# **RURAL MUNICIPALITY OF DUFFERIN**

## **Consolidated Financial Statements**

**For the Year Ended December 31, 2023**

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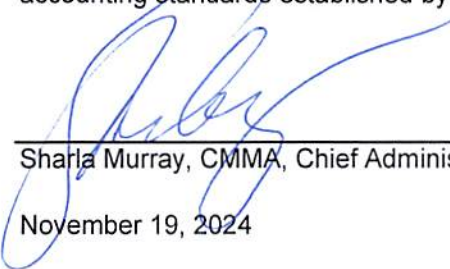
## STATEMENT OF RESPONSIBILITY

The accompanying consolidated financial statements are the responsibility of the management of the Rural Municipality of Dufferin and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles established by the Public Sector Accounting Board of Chartered Professional Accountants Canada.

In carrying out its responsibilities, management maintains appropriate systems of internal and administrative controls designed to provide reasonable assurance that transactions are executed in accordance with proper authorization, that assets are properly accounted for and safeguarded, and that financial information produced is relevant and reliable.

Council of the Municipality met with management to review the consolidated financial statements and discuss any significant financial reporting or internal control matters prior to their approval of the consolidated financial statements.

BDO Canada LLP, as the Municipality's appointed external auditor, have audited the consolidated financial statements. The independent auditor's report is addressed to the Reeve and members of Council and appears on the following page. Their opinion is based upon an examination conducted in accordance with Canadian generally accepted auditing standards. Those standards require that they comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the consolidated financial statements are free from material misstatement, and present fairly the financial position and results of its operations and its cash flows of the Municipality in accordance with Canadian public sector accounting standards established by the Public Sector Accounting Board.



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Sharla Murray, CMMA, Chief Administrative Officer

November 19, 2024

## INDEPENDENT AUDITOR'S REPORT

To the Reeve and members of Council  
Rural Municipality of Dufferin

### Opinion

We have audited the consolidated financial statements of Rural Municipality of Dufferin and its controlled entities (the Municipality), which comprise the consolidated statement of financial position as at December 31, 2023 and the consolidated statement of operations, consolidated statement of change in net financial asset, and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Municipality as at December 31, 2023, and its consolidated results of operations, its consolidated change in net financial asset, and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

### Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Municipality in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Municipality's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Municipality or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Municipality's financial reporting process.

### Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Municipality to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Municipality to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the Municipality audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

*BDO Canada LLP*

Chartered Professional Accountants

Winnipeg, Canada  
November 20, 2024

**RURAL MUNICIPALITY OF DUFFERIN  
CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
As at December 31, 2023**

	<u>2023</u>	<u>2022</u>
		(As Restated - Note 3)
<b>FINANCIAL ASSETS</b>		
Cash and temporary investments (Note 4)	\$ 4,595,344	\$ 4,637,821
Amounts receivable (Note 5)	2,086,251	1,164,512
Portfolio investments (Note 6)	9,182	17,881
Other assets	56,524	92,394
	<u>6,747,301</u>	<u>5,912,608</u>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities (Note 8)	1,108,080	1,072,317
Deferred revenue	806,988	403,496
Asset retirement obligations (Note 9)	224,541	215,008
Long-term debt (Note 10)	2,870,840	3,066,116
	<u>5,010,449</u>	<u>4,756,937</u>
<b>NET FINANCIAL ASSET</b>	<u>1,736,852</u>	<u>1,155,671</u>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets (Schedule 1)	32,618,948	32,304,001
Inventories (Note 7)	121,574	120,199
Prepaid expenses	90,732	180,032
	<u>32,831,254</u>	<u>32,604,232</u>
<b>ACCUMULATED SURPLUS (Note 11)</b>	<u>\$ 34,568,106</u>	<u>\$ 33,759,903</u>

Approved on behalf of Council:

  
Cor Lodder, Reeve

  
Fred Dunn, Councillor

*The accompanying notes are an integral part of this financial statement*

**RURAL MUNICIPALITY OF DUFFERIN**  
**CONSOLIDATED STATEMENT OF OPERATIONS**  
**For the Year Ended December 31, 2023**

	<b>2023 Budget (Schedule 10)</b>	<b>2023 Actual</b>	<b>2022 Actual (As Restated - Note 3)</b>
<b>REVENUE</b>			
Property taxes	\$ 3,872,576	\$ 3,902,335	\$ 3,659,474
Grants in lieu of taxation	81,630	28,058	26,113
User fees	507,140	433,542	423,634
Grants - Province of Manitoba	389,240	1,783,595	891,579
Grants - other	719,840	605,553	837,306
Permits, licences and fines	34,987	51,247	38,512
Investment income	83,894	222,158	119,767
Other revenue	25,032	128,058	356,912
Water and sewer	1,538,262	1,650,985	1,520,862
Total revenue (Schedules 2, 4 and 5)	<u>7,252,601</u>	<u>8,805,531</u>	<u>7,874,159</u>
<b>EXPENSES</b>			
General government services	1,225,285	1,344,627	1,334,995
Protective services	203,173	1,427,118	350,288
Transportation services	1,949,513	1,781,733	1,790,234
Environmental health services	14,263	19,951	14,106
Public health and welfare services	378,831	383,078	289,827
Resource conservation and industrial development	424,897	395,448	378,447
Recreation and cultural services	976,260	984,382	997,824
Water and sewer services	1,697,575	1,660,991	1,535,510
Total expenses (Schedules 3, 4 and 5)	<u>6,869,797</u>	<u>7,997,328</u>	<u>6,691,231</u>
<b>ANNUAL SURPLUS</b>	<u>\$ 382,804</u>	<b>808,203</b>	1,182,928
<b>ACCUMULATED SURPLUS, BEGINNING OF YEAR</b>		<b>33,759,903</b>	32,576,975
<b>Adjustment on Adoption of Asset Retirement Obligation Standard (Note 3)</b>		<u>-</u>	<u>(190,194)</u>
<b>ACCUMULATED SURPLUS, END OF YEAR</b>		<u>\$ 34,568,106</u>	<u>\$ 33,759,903</u>

*The accompanying notes are an integral part of this financial statement*

**RURAL MUNICIPALITY OF DUFFERIN**  
**CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSET**  
**For the Year Ended December 31, 2023**

	<b>2023 Budget (Note 12)</b>	<b>2023 Actual</b>	<b>2022 Actual (As Restated - Note 3)</b>
<b>ANNUAL SURPLUS</b>	<b>\$ 382,804</b>	<b>\$ 808,203</b>	1,182,928
Acquisition of tangible capital assets	-	<b>(1,614,089)</b>	(1,290,850)
Amortization of tangible capital assets	<b>871,953</b>	<b>898,283</b>	872,685
Loss on sale of tangible capital assets	-	<b>91,064</b>	-
Proceeds on sale of tangible capital assets	-	<b>309,795</b>	-
Decrease (increase) in inventories	-	<b>(1,375)</b>	(10,865)
Decrease (increase) in prepaid expenses	-	<b>89,300</b>	(147,462)
	<b>871,953</b>	<b>(227,022)</b>	(576,492)
<b>(INCREASE) DECREASE IN FINANCIAL ASSET</b>	<b><u>\$ 1,254,757</u></b>	<b>581,181</b>	606,436
<b>NET FINANCIAL ASSET (DEBT), BEGINNING OF YEAR</b>		<b>1,155,671</b>	739,429
<b>Adjustment on Adoption of Asset Retirement Obligation Standard (Note 3)</b>		<b>-</b>	<b>(190,194)</b>
<b>NET FINANCIAL ASSET, END OF YEAR</b>		<b><u>\$ 1,736,852</u></b>	<b><u>1,155,671</u></b>

*The accompanying notes are an integral part of this financial statement*



**RURAL MUNICIPALITY OF DUFFERIN  
CONSOLIDATED STATEMENT OF CASH FLOWS  
For the Year Ended December 31, 2023**

	<u>2023</u>	<u>2022</u>
		(As Restated - Note 3)
<b>OPERATING TRANSACTIONS</b>		
Annual surplus	\$ 808,203	\$ 1,182,928
Loss on sale of tangible capital asset	<u>91,064</u>	<u>-</u>
	<b>899,267</b>	<b>1,182,928</b>
Changes in non-cash items		
Amortization of tangible capital assets	898,283	872,685
Amounts receivable	(921,739)	(457,458)
Inventories	(1,375)	(10,866)
Prepaid expenses	89,301	(147,462)
Accounts payable and accrued liabilities	35,763	57,877
Other assets	35,870	(88,889)
Deferred revenue	403,492	31,120
Asset retirement obligations	<u>9,533</u>	<u>9,128</u>
Cash provided by operating transactions	<u><b>1,448,395</b></u>	<u><b>1,449,063</b></u>
<b>CAPITAL TRANSACTIONS</b>		
Proceeds on sale of tangible capital assets	309,795	-
Cash used to acquire tangible capital assets	<u>(1,614,089)</u>	<u>(1,290,856)</u>
Cash applied to capital transactions	<u><b>(1,304,294)</b></u>	<u><b>(1,290,856)</b></u>
<b>INVESTING TRANSACTIONS</b>		
Proceeds on sale of portfolio investments	<u>8,699</u>	<u>8,240</u>
Cash provided by investing transactions	<u><b>8,699</b></u>	<u><b>8,240</b></u>
<b>FINANCING TRANSACTIONS</b>		
Debt proceeds	38,564	318,402
Debt repayment	<u>(233,841)</u>	<u>(278,720)</u>
Cash provided by (applied to) financing transactions	<u><b>(195,277)</b></u>	<u><b>39,682</b></u>
<b>NET INCREASE IN CASH AND TEMPORARY INVESTMENTS</b>	<b>(42,477)</b>	<b>206,129</b>
<b>CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR</b>	<u><b>4,637,821</b></u>	<u><b>4,431,692</b></u>
<b>CASH AND TEMPORARY INVESTMENTS, END OF YEAR</b>	<u><u><b>\$ 4,595,344</b></u></u>	<u><u><b>\$ 4,637,821</b></u></u>

*The accompanying notes are an integral part of this financial statement*

**RURAL MUNICIPALITY OF DUFFERIN**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2023**

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**1. Status of the Rural Municipality of Dufferin**

The incorporated Rural Municipality of Dufferin ("the Municipality") is a municipal government that was created in 1880 pursuant to The Manitoba Municipal Act of the Province of Manitoba. The Municipality provides or funds municipal services such as fire, public works, urban planning, parks and recreation, library and other general government operations. The Municipality owns a utility, has several designated special purpose reserves and provides funding support for other financial entities involved in economic development, recreation and tourism.

**2. Significant Accounting Policies**

The consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards ("PSAS") as recommended by the Public Sector Accounting Board of Chartered Professional Accountants Canada and reflect the following significant accounting policies:

**a) Reporting Entity**

The consolidated financial statements include the assets, liabilities, accumulated surplus, revenue and expenses of the reporting entity. The reporting entity is comprised of all the funds, agencies, local boards, and committees of Council which are controlled by the Municipality. Control is defined as the power to govern the financial and reporting policies of another organization with the expected benefits or risk of loss to the Municipality. The controlled organizations are consolidated after adjusting their accounting policies to a basis consistent with the accounting policies of the Municipality. Inter-company balances and transactions have been eliminated. At December 31, 2023, the Municipality has no controlled organizations.

The Municipality has several partnership agreements in place, and as such, consistent with PSAS treatment for government partnerships, the following local agencies, boards and commissions are accounted on a proportionate consolidation basis whereby the Municipality's pro-rata share of each of the assets, liabilities, revenue and expenses are combined on a line by line basis in the consolidated financial statements. Inter-company balances and transactions have been eliminated. The government partnerships, along with the proportion consolidated, include the following:

	<u>2023</u>	<u>2022</u>
Boyne Regional Library	50%	50%
Carman Community Health Centre	50%	50%
Pembina Valley Water Co-operative Inc. ("the Co-operative")	6.70%	6.70%

The taxation with respect to the operations of the school divisions are not reflected in the Municipality revenue and surplus of these consolidated financial statements. Details of amounts levied, collected and payable at year end for Education Support Levy and Special Levy are presented at Schedule 12 - Analysis of Tax Levy.

Trust funds and their related operations administered by the Municipality are not consolidated in these consolidated financial statements. The Municipality does not administer any trust funds at year end.

**b) Basis of Accounting**

The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenses are recognized as they are incurred and measurable based upon the receipt of goods and services or the creation of an obligation to pay.

**c) Financial Instruments**

Cash and temporary investments include cash and short-term investments with maturities of three months or less from the date of acquisition are measured at fair value. Amounts receivable, portfolio investment, accounts payable, and long-term debt are measured at cost or amortized cost. The carrying amount of each of these financial instruments is presented on the Consolidated Statement of Financial Position.

Interest and dividends attributable to financial instruments are reported in the Consolidated Statement of Operations.

For financial instruments measured using amortized cost, the effective interest rate method is used to determine interest revenue or expense.

All financial assets are tested annually for impairment. When financial assets are impaired, impairment losses are recorded in the Consolidated Statement of Operations.

Transaction costs are added to the carrying value for financial instruments measured using cost or amortized cost. Transaction costs are expensed for financial instruments measured at fair value.

As the Municipality has no remeasurement gains or losses, this statement has not been presented.

**RURAL MUNICIPALITY OF DUFFERIN**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2023**

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**2. Significant Accounting Policies (continued)**

**d) Non-Financial Assets**

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations. The change in non-financial assets during the year, together with the annual surplus, provides the change in net financial assets for the year.

Real estate properties and inventories held for sale are classified as non-financial assets if it is anticipated that the sale will not be completed within one year of the reporting date.

**e) Tangible Capital Assets**

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of the asset. Donated assets are recorded at their estimated fair value upon acquisition. Certain tangible capital assets for which historical cost information is not available have been recorded at current fair market values discounted by a relevant inflation factor. Certain assets are disclosed at a nominal value as the determination of current fair market value was not available. The Municipality does not capitalize interest charges as part of the cost of its tangible capital assets.

The cost less residual value of the tangible capital assets is amortized on a straight-line basis over its estimated useful life. Assets under construction are not amortized until the asset is put into use.

The estimated useful lives are as follows:

General Tangible Capital Assets

Land	Indefinite
Land Improvements	10 to 30 years
Buildings and Leasehold Improvements	
Buildings	40 years
Leasehold improvement	Life of lease
Vehicles and Equipment	
Vehicles	5 years
Machinery, equipment and furniture	10 years
Maintenance and road construction equipment	15 years
Computer Hardware and Software	4 years

Infrastructure Assets

Transportation	
Land	Indefinite
Road surface	20 to 30 years
Road grade	40 years
Bridges	25 to 50 years
Traffic lights and equipment	10 years
Water and Sewer	
Land	Indefinite
Land improvements	30 to 50 years
Buildings	25 to 40 years
Underground networks	40 to 60 years
Machinery and equipment	10 to 20 years
Dams and other surface water structures	40 to 60 years

Government Partnerships

Buildings	40 years
Water pipelines	40 years
Water treatment plants	40 years
Vehicles and equipment	7 years
Office furniture	7 years
Computer equipment	5 years
Sandilands well	40 years
Sandilands engineering and related costs	15 years

**RURAL MUNICIPALITY OF DUFFERIN**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2023**

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**2. Significant Accounting Policies (continued)**

**e) Tangible Capital Assets (continued)**

Certain assets that have historical or cultural value including works of art, historical documents as well as historical and cultural artifacts are not recognized as tangible capital assets because a reasonable estimate of the future benefits associated with such property cannot be made. Intangibles, Crown lands that have not been purchased by the Municipality, forests, water, and other natural resources are not recognized as tangible capital assets.

**g) Leases**

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to the ownership or property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred.

**h) Revenue Recognition**

Taxation revenue is recorded at estimated amounts when they meet the definition of an asset, have been authorized and the taxable event occurs. For property taxes, the taxable event is the period for which the tax is levied. As taxes recorded are initially based on management's best estimate of the taxes that will be received, it is possible that changes in future conditions, such as reassessments due to audits, appeals and court decisions, could result in a change in the amount of tax revenue recognized. Taxes receivable are recognized net of an allowance for anticipated uncollectable amounts.

Government transfers are recognized as revenue when the transfer is authorized and any eligibility criteria are met, except to the extent that the transfer stipulations give rise to an obligation that meets the definition of a liability. Government transfers are recognized as revenue in the statement of operations as the stipulations liabilities are settled.

User fees are recognized as revenue when services are rendered or when consumption occurs. Permits and licenses are recognized as revenue when issued. Fines are recognized as revenue when assessed. Investment revenue is recognized in the period earned.

Unearned revenue represents user charges and other fees which have been collected, for which the related services have yet to be provided. These amounts will be recognized as revenue in the fiscal year the services are provided.

**i) Asset Retirement Obligations**

Asset retirement obligations reflect the legal obligations arising from the retirement of the municipality's tangible capital assets, and are recognized when:

- there is a legal obligation for the municipality to incur costs in relation to a specific tangible capital asset,
- there is a past transaction or event causing the liability that has occurred,
- when economic benefits will need to be given up to remediate the liability, and

At remediation, the municipality derecognizes the liability that was established. In some circumstances, gains or losses may be incurred upon settlement related to the ongoing measurement of the liability and corresponding estimates that were made and are recognized in the statement of operations.

**j) Inventories**

Inventories held for sale are recorded at the lower of cost and net realizable value.

Inventories held for consumption are recorded at the lower of cost and replacement value.

**k) Employee Future Benefits**

The Municipality pays the employer portion of a multi-employer defined benefit pension plan handled by the Municipal Employees' Pension Plan (MEPP) for its employees. Under this plan, specific fixed amounts are contributed by the Municipality each period for services rendered by the employees matching employee contributions.

For those defined benefit plans that accumulate but do not vest such as sick pay, the benefit costs are recognized and recorded only in the period when the employee is sick given that the liability for sick pay benefits has been determined to be insignificant at year end.

**RURAL MUNICIPALITY OF DUFFERIN**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2023**

**2. Significant Accounting Policies (continued)**

**l) Measurement Uncertainty**

Estimates are used by management to accrue revenues and expenses in circumstances where the actual accrued revenues are unknown at the time the consolidated financial statements are prepared. Uncertainty in the determination of the amount at which an item is recognized in the consolidated financial statements is known as measurement uncertainty. Such uncertainty exists when there is a variance between the recognized amount and another reasonable possible amount, as there is whenever estimates are used. Actual results could differ from management's best estimates as additional information becomes available in the future.

Measurement uncertainty in these financial statements exists in the estimate of asset retirement obligations. The liability associated with asset retirement obligations reflects the best estimates by management of the amount required to remediate such liabilities, the timing when such remediation will occur, and the estimated future cash flows associated with asset retirement discounted to the financial statement date. The actual future cash flows and timing of obligations arising from asset retirement may differ significantly from these estimates.

**m) Future Changes in Accounting Standards**

A number of new and amended Canadian public sector accounting standards have been issued and not applied in preparing these financial statements. These standards will come into effect as follows:

- PS 3400 Revenue (effective January 1, 2024), a new standard establishing guidance on the recognition, measurement, presentation and disclosure of revenue. Earlier adoption is permitted.
- PS 3160 Public Private Partnerships (effective January 1, 2024), is a new standard establishing guidance on the recognition, measurement and disclosure of public private partnerships arrangements. Earlier adoption is permitted.
- PSG - 8 Purchased intangibles (effective January 1, 2024) provides guidelines on the accounting and reporting for purchased intangible assets that are acquired through arm's length exchange transactions between knowledgeable, willing parties that are under no compulsion to act.

These new accounting standards have not been applied in preparing these consolidated financial statements.

The Municipality is currently assessing the impact of the new standards, and the extent of the impact of their adoption on the consolidated financial statements has not yet been determined.

**3. Adoption of New Accounting Standards**

**Asset Retirement Obligations**

On January 1, 2023, the Municipality has adopted Public Sector Accounting Standards PS 3280, Asset Retirement Obligations. This standard was adopted using the modified retrospective approach. In accordance with the provisions of the standard, the Municipality has made changes to its Consolidated Statement of Financial Position, Consolidated Statement of Operations, Consolidated Statement of Change in Net Financial Assets, Consolidated Statement of Cash Flow, and Schedule of Tangible Capital Asset as previously reported for the year ended December 31, 2022. The significant adjustments to comparative amounts presented in these consolidated financial statements are as follows:

	<b>As Previously Reported</b>	<b>Adjustments</b>	<b>As Restated</b>
<b>Consolidated Statement of Financial Position</b>			
Tangible capital assets	\$ 32,293,650	\$ 10,351	\$ 32,304,001
Asset retirement obligations	-	215,008	215,008
Accumulated surplus	32,964,236	795,667	33,759,903
<b>Consolidated Statement of Revenue, expenses and Accumulated Surplus</b>			
Accretion of asset retirement obligations	-	9,128	9,128
Amortization	871,953	732	872,685
Annual surplus	1,192,794	(9,866)	1,182,928
Opening accumulated surplus	32,771,442	(194,467)	32,576,975
Closing accumulated surplus	33,964,236	(204,333)	33,759,903

**Financial Instruments**

On January 1, 2023, the Municipality adopted Public Sector Accounting Standard Section 3450, Financial Instruments. This standard was adopted using the prospective approach. First-time adoption of this basis of accounting had no impact on the Municipality's annual surplus for the year ended December 31, 2023 or on accumulated surplus as at December 31, 2022, the date of transition.

**RURAL MUNICIPALITY OF DUFFERIN**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2023**

**4. Cash and Cash Equivalents**

Cash and temporary investments are comprised of the following:

	<u>2023</u>	<u>2022</u>
Cash and bank	\$ 4,595,344	4,637,821
Cash equivalents	-	-
	<u>\$ 4,595,344</u>	<u>\$ 4,637,821</u>

The Municipality has an authorized line of credit of \$2,500,000. The line of credit is repayable on demand and bears interest at the credit union's prime lending rate less 0.50% with effective rate of 6.70% at December 31, 2023. Interest is paid monthly. The line of credit is secured by property taxes levied. As at December 31, 2023, the line of credit was unutilized.

The Co-operative has an authorized line of credit of \$250,000. The line of credit is repayable on demand and bears interest at the bank's prime rate less 0.25% with effective rate of 6.95% at December 31, 2023. The line of credit is secured by a general security agreement over accounts receivable and all property owned by the Co-operative. At December 31, 2023, the Co-operative's line of credit was unutilized.

The Co-operative also has an authorized revolving capital loan up to \$250,000 to fund ongoing capital repairs and improvements. The capital loan is repayable on demand and bears interest at the bank's prime rate with effective rate of 6.95% at December 31, 2023. The capital loan is secured by a general security agreement over accounts receivable and all property owned by the Co-operative. At December 31, 2023, the capital loan was unutilized.

**5. Amounts Receivable**

Amounts receivable are comprised of the following:

	<u>2023</u>	<u>2022</u>
Taxes on roll (Schedule 11)	\$ 382,612	\$ 449,101
Government grants	1,263,638	267,977
Utility customers	202,058	215,381
Organizations and individuals	138,974	143,351
Other governments	98,969	88,702
	<u>2,086,251</u>	<u>1,164,512</u>
Less allowances for doubtful amounts	-	-
	<u>\$ 2,086,251</u>	<u>\$ 1,164,512</u>

**6. Portfolio Investment**

Portfolio investments consist of municipal debentures and guaranteed investment certificates with interest of 5.95% and maturing on December 31, 2024.

**7. Inventories**

Inventories held for consumption are comprised of the following:

	<u>2023</u>	<u>2022</u>
Chemicals, herbicides and insecticides	\$ 8,409	\$ 7,127
Culverts	83,521	77,946
Other supplies	29,644	35,126
	<u>\$ 121,574</u>	<u>\$ 120,199</u>

**8. Accounts Payable and Accrued Liabilities**

Accounts payable and accrued liabilities are comprised of the following:

	<u>2023</u>	<u>2022</u>
Accounts payable	\$ 958,241	\$ 888,370
School levies	149,839	183,947
	<u>\$ 1,108,080</u>	<u>\$ 1,072,317</u>

**RURAL MUNICIPALITY OF DUFFERIN**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2023**

**9. Asset Retirement Obligations**

The Municipality's consolidated financial statements include asset retiring obligations retiring asbestos on its buildings and remediation cost of its fuel tank.

	<u>Asbestos</u>	<u>Other</u>	<u>2023</u>
Opening balance	\$ 202,392	\$ 12,616	\$ 215,008
Additions	-	-	-
Retirement expense	-	-	-
Change in estimates	-	-	-
Accretion expense	8,902	631	9,533
<b>Closing balance</b>	<b><u>211,294</u></b>	<b><u>13,247</u></b>	<b><u>224,541</u></b>

	<u>Asbestos</u>	<u>Other</u>	<u>2022</u>
Opening balance	\$ 193,865	\$ 12,015	\$ 205,880
Additions	-	-	-
Retirement expense	-	-	-
Change in estimates	-	-	-
Accretion expense	8,527	601	9,128
<b>Closing balance</b>	<b><u>202,392</u></b>	<b><u>12,616</u></b>	<b><u>215,008</u></b>

The asset retirement liability has been estimated using a net present value technique using the assumptions as described below. The related asset retirement costs are being amortized on a straight-line basis over the remaining useful lives of the assets.

**a) Asbestos**

Legislation requires the municipality to appropriately handle and dispose of any material containing asbestos and lead paint when renovating or demolishing a municipal structure. The municipality owns memorial hall and arena which contain asbestos. The estimated total liability related to the memorial hall and arena amount to \$12,813 (2022 - \$12,204) which is based on the sum of discounted future cash flows of \$11,622 using a discount rate of 5%. The asset cost capitalized has an estimated useful life of 24 to 30 years. The estimated total undiscounted future expenditure is \$29,367, which will be incurred at the end of the assets' useful lives.

Following the adoption of PS 3280 – Asset Retirement Obligations, one of the Municipality's government partnerships, Pembina Valley Water Cooperative Inc. (the "Cooperative"), has recognized an asset retirement obligation with respect to an old concrete pipeline containing asbestos. The Municipality has recognized their proportionate share of the Cooperative's asset retirement obligation. The estimated total liability amount to \$198,481 (2022 - \$190,188) which is based on discounted future cash flows of \$182,243 using a discount rate of 4.66%. The asset cost an estimated useful life of 92 years. The estimated total undiscounted future expenditure is \$201,000, which will be incurred at the end of the asset's useful lives.

**b) Other Obligations**

The Municipality has other retirement obligations which require decommissioning and disposal of the fuel storage tank. The estimated liability at December 31, 2023 is \$13,247 (2022 - \$12,616) which is based on discounted future cash flows of \$12,015 using discount rate of 5%. The fuel storage tank has an estimated useful life of 20 years. The estimated total undiscounted future expenditure is \$19,572, which will be incurred at the end of the asset's useful lives.

**10. Long-term Debt**

<u>General Authority</u>	<u>2023</u>	<u>2022</u>
Bylaw 1847 - Debenture, interest at 5.250%, payable at \$47,150 annually including interest, maturing December 31, 2024.	\$ 44,798	\$ 87,362
Bylaw 1871 - Debenture, interest at 4.950%, payable at \$28,805 annually including interest, maturing December 31, 2025.	53,598	78,517
Bylaw 1884 - Debenture, interest at 4.780%, payable at \$71,186 annually including interest, maturing December 31, 2026.	194,660	253,718
Bylaw 1949 - Debenture, interest at 2.900%, payable at \$82,112 annually including interest, maturing December 31, 2025.	167,623	247,909
Bylaw 1973 - Debenture, interest at 3.560%, payable at \$62,607 annually including interest, maturing April 30, 2034.	561,718	602,864
Bylaw 1989 - Debenture, interest at 3.125%, payable at \$53,175 annually including interest, maturing December 31, 2024.	51,564	101,565
Bylaw 2007 Debenture, interest at 2.625%, payable at \$54,577.49. annually including interest, maturing December 31, 2026.	153,869	202,557
	<b><u>\$ 1,227,830</u></b>	<b><u>\$ 1,574,492</u></b>

**RURAL MUNICIPALITY OF DUFFERIN**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2023**

**10. Long-term Debt (continued)**

Utility Funds

Bylaw 1934 - Debenture, interest at 3.875%, payable at \$6,641 annually including interest, matured December 31, 2023.	\$ -	\$ 6,394
Bylaw 1942 - Debenture, interest at 3.625%, payable at \$4,447 annually including interest, maturing December 31, 2024.	4,292	8,434
Bylaw 1953 - Debenture, interest at 3.375%, payable at \$2,765 annually including interest, maturing December 31, 2026.	5,262	7,765
Bylaw 1961 - Debenture, interest at 3.125%, payable at \$3,169 annually including interest, maturing December 31, 2026.	8,942	11,743
Bylaw 2088 Debenture, interest at 3.000%, annual principal payments of \$8,018.86 including interest, maturing December	56,290	62,436
By-Law 1971 - Debenture, interest at 3.875%, annual principal payments of \$1,002 including interest, maturing December 31,	4,461	5,474
By-Law 1974 - Debenture, interest at 3.875%, annual principal payments of \$1,002 including interest, maturing December 31,	3,955	4,854
Bylaw 1883 - Debenture, interest at 4.000%, annual principal payments of \$4,803 annually including interest, maturing	21,382	25,178
Bylaw 1984 - Debenture, interest at 4.000%, annual principal payments of \$1,543 annually including interest, maturing	6,870	8,090
Bylaw 1999 - Debenture, interest at 2.125%, annual principal payments of \$641.35 including interest, maturing December 31,	4,131	4,673
ByLaw 2018 Debenture, interest at 4.775%, annual principal payments of \$4,939.82 annually including interest, maturing December 31, 2032.	35,466	-
	<u>\$ 151,050</u>	<u>\$ 145,041</u>

Pembina Valley Water Co-operative Inc.

Canadian Imperial Bank of Commerce - Demand facility with 30 day Banker's Acceptances reducing by \$6,926 principal and interest instalments per month, with monthly interest payments fixed through interest rate swaps at 3.560% including stamping fee of 0.810% until July 2023, amortized over 15 years. Secured by a general security agreement over accounts receivable and all property owned by the Cooperative. If not demanded, matures July 2033.	\$ 672,618	\$ 731,958
Canadian Imperial Bank of Commerce - The advance is part of a revolving demand facility for \$871,000 for capital projects, with interest only payments until the earlier of twelve months after the initial advance and completion of each discrete project, at which time repayment terms will be set. Interest is charged at prime rate minus 0.25%. At December 31, 2022 the Cooperative had unutilized capacity under this facility of \$544,271. Secured by a general security agreement over accounts receivable and all property owned by the Cooperative.	434,167	200,622
Canadian Imperial Bank of Commerce - demand facility with 30 day bankers' acceptances, repayable \$12,500 monthly plus interest. The outstanding loan is subject to an interest rate swap agreement with the bank on an original notional principle amount of \$201,000 whereby the Cooperative receives a floating interest rate while paying a fixed rate of 2.45% including a stamping fee of 0.81% until November 2041, amortized over 20 years. Secured by a general security agreement over accounts receivable and all property owned by the Cooperative. If not demanded matures November 2041.	180,063	190,113
Canadian Imperial Bank of Commerce - Demand facility with 30 day Bankers' Acceptance decreasing by \$1,024 principal installments per month, plus interest at the CIBC Bankers' Acceptance floating rate and stamping fee of 0.81%, amortized over 15 years. Secured by a general security agreement over accounts receivable and all property owned by the Cooperative. If not demanded, matures July 2033.	141,252	153,537
Canadian Imperial Bank of Commerce - Demand facility with 30 day Banker's Acceptances reducing by \$541 principal instalments per month, plus interest at the CIBC Banker's Acceptance floating rate and stamping fee of 0.81% amortized over 15 years July 2033, amortized over 15 years. Secured by a general security agreement.	63,859	70,353
	<u>1,491,959</u>	<u>1,346,583</u>
	<u>\$ 2,870,840</u>	<u>\$ 3,066,116</u>



**RURAL MUNICIPALITY OF DUFFERIN**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2023**

**10. Long-term Debt (continued)**

Principal payments required in each of the next five years are as follows:

2024	\$	460,918
2025	\$	373,858
2026	\$	268,788
2027	\$	150,917
2028	\$	154,487

**11. Retirement Benefits**

The majority of the employees of the municipality are members of the Municipal Employees' Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. MEPP members will receive benefits based on 1.5% of their final average yearly Canada Pension Plan (CPP) earnings times years of service, plus 2% of their final average yearly non-CPP earnings times years of service. The costs of the retirement plan are not allocated to the individual entities within the related group. As a result, individual entities within the related group are not able to identify their share of the underlying assets and liabilities. Therefore, the plan is accounted for as a defined contribution plan in accordance with the requirements of the Chartered Professional Accountants of Canada Handbook section PS3250.

Pension assets consist of investment grade securities. Market and credit risk on these securities are managed by MEPP by placing plan assets in trust and through MEPP investment policy. The pension expense is based on the contribution rate. The MEPP requires that employees contribute 8.3% of basic annual earnings up to the CPP ceiling plus 9.5% of basic annual earnings in excess of the CPP ceiling, plus an additional 0.1% of earnings below and in excess of the CPP ceiling from employees that are not members of the Municipal Disability Income Plan. The employers are required to match the employee contributions to the MEPP. Actual contributions to MEPP made during the year by the Municipality on behalf of its employees amounted to \$104,880 (\$96,675 in 2022) and are included in the consolidated statement of operations.

Subject to the following paragraph, any unfunded liabilities are to be funded by the participating employers. The most recent actuarial valuation as of December 31, 2022, indicated the plan was 111.6% funded on a going concern basis and had an unfunded solvency liability of \$19.3 million. The solvency position of the plan is determined by comparing the plan assets to the actuarial present value of the benefits accrued in respect of credited service up to the valuation date, calculated as if the plan were wound up on December

In 2010, the Government of Manitoba enacted a regulation which permits sponsors of public sector pension plans, including MEPP, to elect permanent exemption from solvency funding requirements subject to certain conditions stated in the regulation. MEPP has elected permanent exemption from solvency funding requirements. As a result, solvency funding is no longer required by MEPP.

**12. Accumulated Surplus**

Accumulated surplus consists of the following:

	<u>2023</u>	<u>2022</u>
General Operating Fund - Nominal surplus	\$ 1,392,476	\$ 1,405,597
Utility Operating Fund - Nominal surplus	638,288	476,957
Tangible capital assets net of related borrowings	27,169,901	27,055,953
Reserve funds	<u>2,784,897</u>	<u>2,576,861</u>
Accumulated surplus of Municipality - Unconsolidated	31,985,562	31,515,368
Accumulated surpluses of government partnerships	<u>2,582,544</u>	<u>2,244,535</u>
Accumulated surplus - Consolidated	<u>\$ 34,568,106</u>	<u>\$ 33,759,903</u>

**13. Financial Instruments Risk Management**

The Municipality as part of its operations carries a number of financial instruments. It is management's opinion the Municipality is not exposed to significant credit, liquidity, interest, currency and market risk arising from these financial instruments, except as otherwise disclosed.

Credit Risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Municipality is exposed to credit risk through its cash and accounts receivable. The Municipality holds its cash and bank at a credit union with deposits guaranteed. The Municipality is not exposed to significant credit risk relating to the accounts receivable as the amounts due are spread among a broad base of ratepayers, payment in full is typically collected when it is due, and balances are secured by real property, and grants are paid pursuant to signed agreements.

Liquidity Risk

Liquidity risk is the risk that the Municipality will encounter difficulty in meeting obligations associated with financial liabilities. The Municipality is exposed to liquidity risk through its accounts payable and debt. The Municipality manages its cash flow to maintain adequate levels of working capital to ensure all its obligations can be met when they fall due.

**RURAL MUNICIPALITY OF DUFFERIN**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2023**

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**14. Budget**

The financial plan is prepared on a revenue and expenditure basis. For comparative purposes, the Municipality has modified its financial plan to prepare a budget that is consistent with the scope and accounting principles used to report the actual results. The budget figures used in these consolidated financial statements have been approved by Council.

The reconciliation between the financial plan and the budget figures presented in these consolidated financial statements is disclosed in Schedule 10 - Reconciliation of the Financial Plan to the Budget.

**15. Segmented Information**

The Municipality is a diversified municipal government institution that provides a wide range of services to its citizens. Distinguishable functional segments have been separately disclosed in the segmented information. The nature of the segments and the activities they encompass are as follows:

General Government

This relates to the revenues and expenses that relate to the operations of the Municipality itself and cannot be directly attributed to a specific segment.

Protective Services

Protection is comprised of fire protection, building inspection, emergency operations and animal control services. The fire department is comprised of paid on-call volunteers who provide fire suppression services, fire prevention programs, training and education. The fire department also responds to motor vehicle accidents. The building inspector inspects residential buildings for compliance with the Manitoba Building Code. Emergency operation include the Emergency coordinator as well as the emergency

Transportation Services

Transportation services is responsible for snow clearing, cleaning streets in urban areas, grading gravel roads, and applying dust abatement to gravel roads. The department maintains boulevards and parks in the urban areas as well as maintenance. The department is also responsible for maintaining and improving drainage along municipal roads as well as paying for utility costs for street lights in urban and rural areas.

Environmental Health

Contractors provide services for waste disposal and transportation to the disposal ground as well as the pickup of materials to be recycled.

Public Health

The Municipality pays the Province an annual levy to administer social assistance to its residents.

Regional Planning and Development

The Municipality is responsible for the final decision on subdivision applications for its Zoning By-Laws.

Recreation and Cultural Services

The Municipality provides services in order to improve the health and development of its citizens. Library services are provided through the Boyne Regional Library. As well, Carman Dufferin Recreation Commission and Carman Memorial Hall are operated by the Municipality for recreational purposes.

Water Services

The Municipality supplies the water utility to its residents. The Municipality also maintains the water utility and ensuring the water system meets all provincial standards.

The accounting policies of the segments are the same as those described in Note 2 of Significant Accounting Policies. The revenues and expenses, and government business partnerships that are directly attributable to a particular segment, are allocated to that segment.

**16. Government Partnerships**

The Municipality has entered partnership agreements for municipal services. The government partnerships, along with the proportion consolidated in these consolidated financial statements, are disclosed at note 2(a). The condensed summary financial statements of the government partnerships, in aggregate, are as follows:

	<u>2023</u>	<u>2022</u>
Financial Position		
Assets	<u>\$ 5,141,951</u>	<u>\$ 4,215,836</u>
Liabilities	<u>2,559,408</u>	1,971,300
Accumulated surplus	<u>2,582,544</u>	<u>2,244,536</u>
	<u>5,141,951</u>	<u>4,215,836</u>
Results of Operations		
Revenue	<u>1,275,375</u>	1,521,790
Expenses	<u>937,366</u>	<u>842,441</u>
Annual surplus	<u>\$ 338,009</u>	<u>\$ 679,349</u>

**RURAL MUNICIPALITY OF DUFFERIN**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2023**

**17. Public Utilities Board**

The Public Utilities Board (PUB) regulates the rates charged by all water and wastewater utilities, except the City of Winnipeg Utility and wholesale water rates set by the Manitoba Water Services Board. The PUB has the authority to order any owner of a utility to adopt uniform and prescribed accounting policies. The PUB's prescribed accounting policies on tangible or contributed capital assets and government transfers allow for adjustments to be made, for rate setting purposes, which do not meet PSAS.

For information purposes, the Municipality has deferred the capital grants it has received in the past for its utilities and amortized them over the useful life of the related tangible capital asset.

No capital grants have been deferred and amortized in these consolidated financial statements.

The following table provides historical information on capital grants for tangible with a remaining net book value.

Description of Utility	Unamortized Opening Balance	Additions During Year	Amortization During Year	Unamortized Balance Ending
Water Utility	\$ 755,961	\$ -	\$ 69,783	\$ 686,178

**18. Public Sector Compensation Disclosure**

It is a requirement of The Public Sector Compensation Disclosure Act that annual public disclosure be made of aggregate compensation paid to members of Council, and of individual compensation in an amount exceeding \$85,000 annually to any member of Council, officer or employee of the Municipality. For the year ended December 31, 2023:

a) Compensation paid to members of Council amounted to \$181,608 in aggregate.

b) There were no members of Council receiving compensation in excess of \$85,000 individually.

Amounts paid to the Council members are as follows:

Council Members	Compensation	Expenses	Total
Reeve - Cor Lodder	\$ 20,597	\$ 8,247	\$ 28,843
Councillor - John Peckover	19,153	6,450	25,603
Councillor - Clayton Morgan	17,084	6,450	23,534
Councillor - Tyler Russell	18,909	6,530	25,439
Councillor - Sheldon Harder	20,076	6,640	26,716
Councillor - Barrie Fraser	19,209	6,790	25,999
Councillor - Fred Dunn	18,984	6,489	25,473
	<u>\$ 134,013</u>	<u>\$ 47,596</u>	<u>\$ 181,608</u>

c) The following officers received compensation in excess of \$85,000:

Name	Position	Amount
Rodney Last	Municipal Foreman	\$ 90,420
Sharla Murray	Chief Administrative Officer	124,432

**19. Comparative Figures**

The financial statements have been reclassified, where applicable, to conform to the presentation used in the current year.

**RURAL MUNICIPALITY OF DUFFERIN**  
**CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS**  
**For the Year Ended December 31, 2023**

**SCHEDULE 1**

	General Capital Assets					Infrastructure			Totals	
	Land and Land Improvements	Buildings and Leasehold Improvements	Vehicles and Equipment	Computer Hardware and Software	Asset Under Construction	Roads, Streets and Bridges	Water and Sewer	Assets Under Construction	2023	2022 As Restated
<b>Cost</b>										
Beginning of year	\$ 1,091,448	\$ 6,083,487	\$ 5,572,769	\$ 102,366	\$ 538,857	\$ 14,498,386	\$ 16,425,383	\$ -	\$ 44,312,696	\$ 43,021,847
Additions during the year	404,770	29,261	618,309	29,350	103,737	-	825,469	-	2,010,896	1,290,850
Disposals, transfers and write downs	-	-	(363,855)	-	(396,807)	-	(153,954)	-	(914,616)	-
End of year	<u>1,496,218</u>	<u>6,112,748</u>	<u>5,827,223</u>	<u>131,716</u>	<u>245,787</u>	<u>14,498,386</u>	<u>17,096,898</u>	<u>-</u>	<u>45,408,976</u>	<u>44,312,696</u>
<b>Accumulated Amortization</b>										
Beginning of year	83,353	2,301,504	2,880,945	98,813	-	706,090	5,937,991	-	12,008,696	11,136,011
Amortization	13,064	169,107	308,317	-	-	44,005	363,790	-	898,283	872,685
Disposals, write downs and adjustments	-	-	(107,791)	-	-	-	(9,160)	-	(116,951)	-
End of year	<u>96,417</u>	<u>2,470,611</u>	<u>3,081,471</u>	<u>98,813</u>	<u>-</u>	<u>750,095</u>	<u>6,292,621</u>	<u>-</u>	<u>12,790,028</u>	<u>12,008,696</u>
Net Book Value of Tangible Capital Assets, end of year	<u>\$ 1,399,801</u>	<u>\$ 3,642,137</u>	<u>\$ 2,745,752</u>	<u>\$ 32,903</u>	<u>\$ 245,787</u>	<u>\$ 13,748,291</u>	<u>\$ 10,804,277</u>	<u>\$ -</u>	<u>\$ 32,618,948</u>	<u>\$ 32,304,001</u>

**RURAL MUNICIPALITY OF DUFFERIN**  
**CONSOLIDATED SCHEDULE OF REVENUE**  
**For the Year Ended December 31, 2023**

**SCHEDULE 2**

	<b>2023</b> <b>Actual</b>	<b>2022</b> <b>Actual</b>
<b>Property taxes</b>		
Municipal taxes levied (Schedule 12)	\$ 3,843,447	\$ 3,607,124
Taxes added	<b>58,888</b>	52,350
	<b>3,902,335</b>	3,659,474
<b>Grants in lieu of taxation</b>		
Federal government	28	27
Federal government enterprises	-	-
Provincial government	5,732	4,722
Provincial government enterprises	<b>22,298</b>	21,364
	<b>28,058</b>	26,113
<b>User fees</b>		
Sales of service	10,517	9,050
Sales of goods	6,708	8,602
Rentals	321,402	330,353
Development charges	-	-
Facility use fees	-	-
Facility use fees	<b>94,915</b>	75,629
	<b>433,542</b>	423,634
<b>Grants - Province of Manitoba</b>		
General assistance payment	-	-
General support grant	340,323	253,633
VLT revenues	-	-
Conditional grants	1,443,272	637,946
Other unconditional grants	-	-
	<b>1,783,595</b>	891,579
<b>Grants - other</b>		
Federal government - Gas Tax funding	142,956	137,000
Federal government - other	8,513	9,174
Other local governments	<b>454,084</b>	691,132
	<b>605,553</b>	837,306
<b>Permits, licences and fines</b>		
Licences	<b>51,247</b>	38,512
<b>Investment income</b>	<b>222,158</b>	119,767
<b>Other revenue</b>		
Loss on sale of tangible capital assets	(91,064)	-
Penalties and interest	42,057	37,715
Donations	177,065	319,197
	<b>128,058</b>	356,912
<b>Water and sewer</b>	<b>1,650,985</b>	1,520,862
<b>Total revenue</b>	<b>\$ 8,805,531</b>	<b>\$ 7,874,159</b>

**RURAL MUNICIPALITY OF DUFFERIN**  
**CONSOLIDATED SCHEDULE OF EXPENSES**  
**For the Year Ended December 31, 2023**

**SCHEDULE 3**

	<b>2023</b>	2022
	<b>Actual</b>	Actual
<b>General government services</b>		
Legislative	\$ 143,127	\$ 150,103
General administrative	342,099	314,221
Other	859,401	870,671
	<u>1,344,627</u>	<u>1,334,995</u>
<b>Protective services</b>		
Fire	180,066	176,442
Emergency measures	1,242,638	168,122
Other protection	4,414	5,724
	<u>1,427,118</u>	<u>350,288</u>
<b>Transportation services</b>		
Road transportation		
Road and street maintenance	1,773,776	1,782,297
Street lighting	7,957	7,937
Other	-	-
Air transport	-	-
Public transit	-	-
	<u>1,781,733</u>	<u>1,790,234</u>
<b>Environmental health services</b>		
Waste collection and disposal	18,894	13,005
Other	1,057	1,101
	<u>19,951</u>	<u>14,106</u>
<b>Public health and welfare services</b>		
Public health	278,671	256,988
Social assistance	104,407	32,839
	<u>383,078</u>	<u>289,827</u>
<b>Resource conservation and industrial development</b>		
Rural area weed control	108,518	128,730
Drainage of land	27,741	38,098
Veterinary services	3,812	3,812
Water resources and conservation	35,772	36,161
Regional development	219,605	171,646
	<u>395,448</u>	<u>378,447</u>
<b>Recreation and cultural services</b>		
Administration	499,543	402,102
Community centers and halls	7,809	93,543
Swimming pools and beaches	-	39,976
Parks and playgrounds	56,826	11,357
Museums	8,510	8,460
Libraries	233,882	199,266
Other cultural facilities	177,812	243,120
	<u>984,382</u>	<u>997,824</u>
<b>Water and sewer services</b>	<u>1,660,991</u>	<u>1,535,510</u>
<b>Total expenses</b>	<u><u>\$ 7,997,328</u></u>	<u><u>\$ 6,691,231</u></u>

RURAL MUNICIPALITY OF DUFFERIN

SCHEDULE 4

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2023

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
<b>REVENUE</b>										
Property taxes	\$ 3,800,609	\$ 3,560,238	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants in lieu of taxation	28,058	26,113	-	-	-	-	-	-	-	-
User fees	19,002	13,201	-	-	250	250	-	-	231,838	257,018
Prov of MB - Unconditional Grants	334,696	198,386	-	-	-	-	-	-	-	-
Prov of MB - Conditional Grants	1,335,897	451,181	-	82,970	-	-	9,719	14,072	-	-
Grants - other	147,192	141,330	-	-	-	-	-	-	-	-
Permits, licences and fines	51,247	38,512	-	-	-	-	-	-	-	-
Investment income	216,811	116,392	-	-	-	-	-	-	4,675	3,015
Other revenue	108,185	246,016	-	-	-	-	1,826	651	813	825
Recovery of bad debts	-	-	-	-	-	-	-	-	-	-
Water and sewer	-	-	-	-	-	-	-	-	-	-
<b>Total revenue</b>	<b>6,041,697</b>	<b>4,791,369</b>	<b>-</b>	<b>82,970</b>	<b>250</b>	<b>250</b>	<b>11,545</b>	<b>14,723</b>	<b>237,326</b>	<b>260,858</b>
<b>EXPENSES</b>										
Personnel services	410,755	407,853	39,797	34,739	518,013	504,486	-	-	-	-
Contract services	291,420	273,132	1,387,321	315,549	104,882	99,197	18,894	13,005	206,438	201,360
Utilities	-	-	-	-	7,957	7,937	1,057	1,101	7,262	6,394
Maintenance materials and supplies	39,806	40,143	-	-	1,145,772	1,173,998	-	-	25,001	25,805
Grants and contributions	7,230	9,680	-	-	4,700	4,200	-	-	90,407	19,338
Amortization	536,884	532,944	-	-	-	-	-	-	-	-
Interest on long-term debt	58,532	71,243	-	-	-	-	-	-	-	-
Bad debt	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	409	415	-	-	53,970	36,930
<b>Total expenses</b>	<b>1,344,627</b>	<b>1,334,995</b>	<b>1,427,118</b>	<b>350,288</b>	<b>1,781,733</b>	<b>1,790,233</b>	<b>19,951</b>	<b>14,106</b>	<b>383,078</b>	<b>289,827</b>
<b>Surplus (Deficit)</b>	<b>\$ 4,697,070</b>	<b>\$ 3,456,374</b>	<b>\$ (1,427,118)</b>	<b>\$ (267,318)</b>	<b>\$ (1,781,483)</b>	<b>\$ (1,789,983)</b>	<b>\$ (8,406)</b>	<b>\$ 617</b>	<b>\$ (145,752)</b>	<b>\$ (28,969)</b>

\* The general government category includes revenue and expenses that cannot be attributed to a particular sector.

RURAL MUNICIPALITY OF DUFFERIN

SCHEDULE 4

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2023

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
<b>REVENUE</b>										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 101,726	\$ 99,236	\$ 3,902,335	3,659,474
Grants in lieu of taxation	-	-	-	-	-	-	-	-	28,058	26,113
User fees	-	-	-	-	181,956	152,770	496	395	433,542	423,634
Prov of MB - Unconditional Grants	-	-	-	-	5,627	55,247	-	-	340,323	253,633
Prov of MB - Conditional Grants	-	-	69,112	61,924	28,544	27,799	-	-	1,443,272	637,946
Grants - other	-	-	20,000	21,934	106,681	105,665	331,680	568,377	605,553	837,306
Permits, licences and fines	-	-	-	-	-	-	-	-	51,247	38,512
Investment income	-	-	-	-	672	360	-	-	222,158	119,767
Other revenue	-	-	4,420	21,060	(3,219)	(1,928)	16,033	90,288	128,058	356,912
Recovery of bad debts	-	-	-	-	-	-	-	-	-	-
Water and sewer	-	-	-	-	-	-	1,650,985	1,520,862	1,650,985	1,520,862
<b>Total revenue</b>	<b>-</b>	<b>-</b>	<b>93,532</b>	<b>104,918</b>	<b>320,261</b>	<b>339,912</b>	<b>2,100,919</b>	<b>2,279,158</b>	<b>8,805,531</b>	<b>7,874,159</b>
<b>EXPENSES</b>										
Personnel services	-	-	60,942	60,142	431,557	416,077	292,507	258,044	1,753,571	1,681,341
Contract services	-	-	135,553	102,400	73,921	64,683	97,242	68,259	2,315,671	1,137,585
Utilities	-	-	-	-	34,140	104,537	41,269	40,564	91,685	160,533
Maintenance materials and supplies	-	-	70,930	92,168	100,886	174,431	758,038	746,244	2,140,433	2,252,789
Grants and contributions	-	-	128,023	123,737	160,638	104,710	-	-	390,998	261,665
Amortization	-	-	-	-	-	-	350,297	340,919	887,181	873,863
Interest on long-term debt	-	-	-	-	-	-	67,429	53,024	125,961	124,267
Bad debt	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	183,240	133,387	54,209	28,456	291,828	199,188
<b>Total expenses</b>	<b>-</b>	<b>-</b>	<b>395,448</b>	<b>378,447</b>	<b>984,382</b>	<b>997,824</b>	<b>1,660,991</b>	<b>1,535,510</b>	<b>7,997,328</b>	<b>6,691,231</b>
<b>Surplus (Deficit)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (301,916)</b>	<b>\$ (273,529)</b>	<b>\$ (664,121)</b>	<b>\$ (657,912)</b>	<b>\$ 439,928</b>	<b>\$ 743,648</b>	<b>\$ 808,203</b>	<b>\$ 1,182,928</b>



CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

For the Year Ended December 31, 2023

	Core Government		Controlled Entities		Government Partnerships		Total	
	2023	2022	2023	2022	2023	2022	2023	2022
<b>REVENUE</b>								
Property taxes	\$ 3,902,335	\$ 3,659,474	\$ -	\$ -	\$ -	\$ -	\$ 3,902,335	\$ 3,659,474
Grants in lieu of taxation	28,058	26,113	-	-	-	-	28,058	26,113
User fees	193,211	161,312	-	-	240,331	262,322	433,542	423,634
Prov of MB - Unconditional Grants	340,323	253,633	-	-	-	-	340,323	253,633
Prov of MB - Conditional Grants	1,414,728	610,147	-	-	28,544	27,799	1,443,272	637,946
Grants - other	181,199	202,214	-	-	424,354	635,092	605,553	837,306
Permits, licences and fines	51,247	38,512	-	-	-	-	51,247	38,512
Investment income	216,811	116,393	-	-	5,347	3,374	222,158	119,767
Other revenue	115,244	268,550	-	-	12,814	88,362	128,058	356,912
Recovery of bad debts	-	-	-	-	-	-	-	-
Water and sewer	1,087,000	1,016,021	-	-	563,985	504,841	1,650,985	1,520,862
Total revenue	<u>7,530,156</u>	<u>6,352,369</u>	<u>-</u>	<u>-</u>	<u>1,275,375</u>	<u>1,521,790</u>	<u>8,805,531</u>	<u>7,874,159</u>
<b>EXPENSES</b>								
Personnel services	1,568,124	1,505,972	-	-	185,447	175,369	1,753,571	1,681,341
Contract services	2,075,921	906,205	-	-	239,749	231,380	2,315,670	1,137,585
Utilities	37,766	107,961	-	-	53,919	52,571	91,685	160,532
Maintenance materials and supplies	1,986,507	2,099,328	-	-	153,926	153,461	2,140,433	2,252,789
Grants and contributions	390,998	261,665	-	-	-	-	390,998	261,665
Amortization	761,648	757,708	-	-	125,533	116,155	887,181	873,863
Interest on long-term debt	65,098	77,219	-	-	60,863	47,048	125,961	124,267
Bad debt	-	-	-	-	-	-	-	-
Other	173,900	132,733	-	-	117,929	66,456	291,829	199,189
Total expenses	<u>7,059,962</u>	<u>5,848,791</u>	<u>-</u>	<u>-</u>	<u>937,366</u>	<u>842,440</u>	<u>7,997,328</u>	<u>6,691,231</u>
<b>Surplus (Deficit)</b>	<u>\$ 470,194</u>	<u>\$ 503,578</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 338,009</u>	<u>\$ 679,350</u>	<u>\$ 808,203</u>	<u>\$ 1,182,928</u>

RURAL MUNICIPALITY OF DUFFERIN  
 SCHEDULE OF CHANGE IN RESERVE FUND BALANCES  
 For the Year Ended December 31, 2023

SCHEDULE 6

								2023	2022
	General	Equipment Replacement	Gas Tax	Provincial Road	Drainage	Cemetery	Utility General	Total	Total
<b>REVENUE</b>									
Interest earned	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other income	-	-	-	-	-	-	-	-	-
Total revenue	-	-	-	-	-	-	-	-	-
<b>EXPENSES</b>									
Investment charges	-	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-	-
<b>NET REVENUE</b>	-	-	-	-	-	-	-	-	-
<b>TRANSFERS</b>									
Debt repayments	-	-	-	-	-	-	-	-	-
Transfers from general operating fund	220,296	65,784	145,431	-	-	-	-	431,511	530,782
Transfers to reserve fund	-	-	-	-	-	-	-	-	-
Transfers from (to) Utility Fund	-	-	-	-	-	-	86,691	86,691	176,041
Acquisition of tangible capital assets	(40,028)	(54,005)	(180,489)	-	(35,142)	(500)	-	(310,164)	(247,700)
<b>NET CHANGE IN RESERVE FUND BALANCES</b>	<b>180,268</b>	<b>11,779</b>	<b>(35,058)</b>	<b>-</b>	<b>(35,142)</b>	<b>(500.00)</b>	<b>86,691</b>	<b>208,038</b>	<b>459,123</b>
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	<b>780,395</b>	<b>44,389</b>	<b>370,129</b>	<b>50,902</b>	<b>35,142</b>	<b>9,500</b>	<b>1,286,402</b>	<b>2,576,859</b>	<b>2,117,738</b>
<b>FUND SURPLUS, END OF YEAR</b>	<b>\$ 960,663</b>	<b>\$ 56,168</b>	<b>\$ 335,071</b>	<b>\$ 50,902</b>	<b>\$ -</b>	<b>\$ 9,000</b>	<b>\$ 1,373,093</b>	<b>\$ 2,784,897</b>	<b>\$ 2,576,861</b>

**RURAL MUNICIPALITY OF DUFFERIN**  
**SCHEDULE OF L.U.D. OPERATIONS**  
**For the Year Ended December 31, 2023**

**SCHEDULE 7**

	<b>2023 Budget</b>	<b>2023 Actual</b>	<b>2022 Actual</b>
<b>Revenue</b>			
Taxation	\$ -	\$ -	\$ -
Other revenue	-	-	-
<b>Total revenue</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Expenses</b>			
General government			
Indemnities	-	-	-
Transportation services			
Road and street maintenance	-	-	-
Bridge maintenance	-	-	-
Ditches and road drainage	-	-	-
Snow and ice removal	-	-	-
Sidewalk and boulevard maintenance	-	-	-
Street lighting	-	-	-
Other	-	-	-
Environmental health			
Waste collection and disposal	-	-	-
Recycling	-	-	-
Other	-	-	-
Regional planning and development			
Planning and zoning	-	-	-
Urban renewal	-	-	-
Beautification and land rehabilitation	-	-	-
Urban area weed control	-	-	-
Other	-	-	-
Recreation and cultural services			
Community centers and halls	-	-	-
Swimming pools and beaches	-	-	-
Golf courses	-	-	-
Skating and curling rinks	-	-	-
Parks and playgrounds	-	-	-
Other recreational facilities	-	-	-
Museums	-	-	-
Libraries	-	-	-
Other cultural facilities	-	-	-
<b>Total expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net revenues (expenses)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Transfers:</b>			
Transfers from (to) L.U.D. reserves	-	-	-
Transfers from (to) operating fund	-	-	-
Other	-	-	-
<b>Change in L.U.D. balances</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Unexpended balance, beginning of year</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Unexpended balance, end of year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**RURAL MUNICIPALITY OF DUFFERIN**  
**SCHEDULE OF FINANCIAL POSITION FOR UTILITY**  
**For the Year Ended December 31, 2023**

**SCHEDULE 8**

	<u>2023</u>	<u>2022</u>
	Total	Total
<b>FINANCIAL ASSETS</b>		
Amounts receivable	\$ 202,058	\$ 215,381
Due from other funds	414,137	236,043
	<u>616,195</u>	<u>451,424</u>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities	7,551	9,593
Long-term debt	151,050	145,041
	<u>158,601</u>	<u>154,634</u>
<b>NET FINANCIAL ASSET</b>	<u>457,594</u>	<u>296,790</u>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets	6,734,112	6,958,876
Inventories	29,644	35,128
	<u>6,763,756</u>	<u>6,994,004</u>
<b>FUND SURPLUS</b>	<u>\$ 7,221,350</u>	<u>\$ 7,290,794</u>

## SCHEDULE OF UTILITY OPERATIONS - Rural Municipality of Dufferin Utility

For the Year Ended December 31, 2023

	<u>2023 Budget</u>	<u>2023 Actual</u>	<u>2022 Actual</u>
<b>REVENUE</b>			
<b>Water</b>	<b>\$ 1,066,997</b>	<b>\$ 1,016,903</b>	<b>\$ 982,846</b>
<b>Sewer</b>	-	-	-
<b>Property taxes</b>	-	-	-
<b>Government transfers</b>	-	-	-
<b>Other</b>			
Connection charges	20,000	62,392	25,940
Penalties	4,500	6,746	6,431
Other income	-	959	804
<b>Total revenue</b>	<b>\$ 1,091,497</b>	<b>\$ 1,087,000</b>	<b>\$ 1,016,021</b>

**SCHEDULE OF UTILITY OPERATIONS (cont'd) - Rural Municipality of Dufferin Utility  
For the Year Ended December 31, 2023**

	<u>2023 Budget</u>	<u>2023 Actual</u>	<u>2022 Actual</u>
<b>EXPENSES</b>			
<b>General</b>			
Administration	\$ 26,395	\$ 26,781	\$ 24,333
Billing and collection	151,529	143,041	120,402
sub-total- general	<u>177,924</u>	<u>169,822</u>	<u>144,735</u>
<b>Water General</b>			
Purification and treatment	15,770	9,920	9,681
Transmission and distribution	85,475	51,969	19,359
Water purchases	548,300	581,504	626,371
Connection costs	30,126	64,326	39,625
sub-total- water general	<u>679,671</u>	<u>707,719</u>	<u>695,036</u>
<b>Water Amortization &amp; Interest</b>			
Amortization	224,764	224,764	224,764
Interest on long-term debt	6,566	6,566	5,976
sub-total- water amortization & interest	<u>231,330</u>	<u>231,330</u>	<u>230,740</u>
<b>Sewer General</b>			
	-	-	-
<b>Sewer Amortization &amp; Interest</b>			
	-	-	-
<b>Total expenses</b>	<u>1,088,925</u>	<u>1,108,871</u>	<u>1,070,511</u>
<b>NET OPERATING DEFICIT</b>	<b>2,572</b>	<b>(21,871)</b>	<b>(54,490)</b>
<b>TRANSFERS</b>			
Transfers from (to) operating and capital fund	84,119	39,118	36,628
Transfers from (to) reserve funds	<u>(86,691)</u>	<u>(86,691)</u>	<u>(176,041)</u>
<b>CHANGE IN UTILITY FUND BALANCE</b>	<u>\$ -</u>	<u>(69,444)</u>	<u>(193,903)</u>
<b>FUND SURPLUS, BEGINNING OF YEAR</b>		<u>7,290,794</u>	<u>7,484,697</u>
<b>FUND SURPLUS, END OF YEAR</b>		<u>\$ 7,221,350</u>	<u>\$ 7,290,794</u>

**RURAL MUNICIPALITY OF DUFFERIN**  
**RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET**  
**For the Year Ended December 31, 2023**

**SCHEDULE 10**

	<u>Financial Plan General</u>	<u>Financial Plan Utility</u>	<u>Amortization (TCA)</u>	<u>Interest Expense</u>	<u>Transfers</u>	<u>Consolidated Entities</u>	<u>PSAB Budget</u>
<b>REVENUE</b>							
Property taxes	\$ 3,872,576	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,872,576
Grants in lieu of taxation	81,630	-	-	-	-	-	81,630
User fees	266,809	-	-	-	-	240,331	507,140
Grants - Province of Manitoba	360,696	-	-	-	-	28,544	389,240
Grants - other	295,486	-	-	-	-	424,354	719,840
Permits, licences and fines	34,987	-	-	-	-	-	34,987
Investment income	78,547	-	-	-	-	5,347	83,894
Other revenue	12,218	-	-	-	-	12,814	25,032
Water and sewer	-	1,007,378	-	-	(33,101)	563,985	1,538,262
Transfers from reserves	386,172	84,119	-	-	(470,291)	-	-
Total revenue	<u>5,389,121</u>	<u>1,091,497</u>	<u>-</u>	<u>-</u>	<u>(503,392)</u>	<u>1,275,375</u>	<u>7,252,601</u>
<b>EXPENSES</b>							
General government services	654,937	-	536,884	33,101	-	-	1,224,922
Protective services	203,173	-	-	-	-	-	203,173
Transportation services	1,949,513	-	-	-	-	-	1,949,513
Environmental health services	14,263	-	-	-	-	-	14,263
Public health and welfare services	120,819	-	-	-	-	258,012	378,831
Regional planning and development	-	-	-	-	-	-	-
Resource cons and industrial dev	424,897	-	-	-	-	\$ -	424,897
Recreation and cultural services	849,030	-	-	-	-	127,230	976,260
Water and sewer services	-	920,687	224,764	-	-	552,124	1,697,575
Fiscal services:							
Transfer to capital	-	45,000	-	-	(45,000)	-	-
Transfer to utility	-	-	-	-	-	-	-
Debt charges	963,386	39,119	-	(1,002,505)	-	-	-
Transfer to reserves	208,740	86,691	-	-	(295,431)	-	-
Allowance for tax assets	363	-	-	-	-	-	363
Total expenses	<u>5,389,121</u>	<u>1,091,497</u>	<u>761,648</u>	<u>(969,404)</u>	<u>(340,431)</u>	<u>937,366</u>	<u>6,869,797</u>
<b>Surplus (Deficit)</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (761,648)</u>	<u>\$ 969,404</u>	<u>\$ (162,961)</u>	<u>\$ 338,009</u>	<u>\$ 382,804</u>

**RURAL MUNICIPALITY OF DUFFERIN  
ANALYSIS OF TAXES ON ROLL  
For the Year Ended December 31, 2023**

**SCHEDULE 11**

	<u>2023</u>	<u>2022</u>
<b>Balance, beginning of year</b>	<b>\$ 449,101</b>	<b>\$ 410,610</b>
<b>Add:</b>		
Tax levy (Schedule 12)	7,856,038	7,591,750
Taxes added	58,889	52,350
Penalties or interest	42,058	37,715
<b>Sub-total</b>	<b>7,956,985</b>	<b>7,681,815</b>
<b>Deduct:</b>		
Cash collections - current	7,392,361	6,984,067
Cash collections - arrears	382,552	351,054
Tax discounts	24,429	25,638
M.P.T.C. - cash advance	224,132	282,565
<b>Sub-total</b>	<b>8,023,474</b>	<b>7,643,324</b>
<b>Balance, end of year</b>	<b>\$ 382,612</b>	<b>\$ 449,101</b>



**RURAL MUNICIPALITY OF DUFFERIN**  
**ANALYSIS OF TAX LEVY**  
**Year Ended December 31, 2023**

**SCHEDULE 12**

	<b>2023</b>			<b>2022</b>
	<b>Assessment</b>	<b>Mill Rate</b>	<b>Levy</b>	<b>Levy</b>
Debt charges:				
Fire Infrastructure B/L #1847	394,560,970	0.119%	\$ 46,953	\$ 48,771
Arena B/L #1871	394,560,970	0.072%	28,408	28,689
Municipal Shop #1884	394,560,970	0.179%	70,626	70,647
Municipal Hall Grant #1949	394,560,970	0.059%	23,279	26,896
Other (Rural Water)			101,726	99,236
Deferred surplus				
Reserves:				
Machinery Reserve	394,560,970	0.165%	65,103	65,267
Garbage & Recycling Pickup			13,120	14,285
General municipal:	394,560,970	8.856%	<u>3,494,232</u>	<u>3,253,333</u>
<b>Total municipal taxes (Schedule 2)</b>			<u><b>3,843,447</b></u>	<u>3,607,124</u>
Education support levy	33,440,190	8.140%	272,203	267,065
Special levy:				
Red River Valley School Division	2,404,060	11.851%	28,491	27,317
Prairie Rose School Division	379,490,170	9.516%	3,611,228	3,593,773
Prairie Spirit School Division	12,522,570	8.039%	100,669	96,471
<b>Total education taxes</b>			<u><b>4,012,591</b></u>	<u>3,984,626</u>
<b>Total tax levy (Schedule 11)</b>			<u><b>\$ 7,856,038</b></u>	<u>\$ 7,591,750</u>

## SCHEDULE OF GENERAL OPERATING FUND EXPENSES

Year Ended December 31, 2023

	2023 Actual	2022 Actual
<b>General government services</b>		
Legislative	\$ 143,127	\$ 150,103
General administrative	342,099	314,221
Other	859,401	870,671
	<u>1,344,627</u>	<u>1,334,995</u>
<b>Protective services</b>		
Fire	180,066	176,442
Emergency measures	1,242,638	168,122
Other protection	4,414	5,724
	<u>1,427,118</u>	<u>350,288</u>
<b>Transportation services</b>		
Road transport		
Road and street maintenance	1,773,776	1,782,297
Street lighting	7,957	7,937
	<u>1,781,733</u>	<u>1,790,234</u>
<b>Environmental health services</b>		
Waste collection and disposal	18,894	13,005
Other	1,057	1,101
	<u>19,951</u>	<u>14,106</u>
<b>Public health and welfare services</b>		
Public health	20,659	12,823
Social assistance	104,407	32,839
	<u>125,066</u>	<u>45,662</u>
<b>Regional planning and development</b>	-	-
<b>Resource conservation and industrial development</b>		
Rural area weed control	108,518	128,730
Drainage of land	27,741	38,098
Veterinary services	3,812	3,812
Water resources and conservation	35,772	36,161
Regional development	219,605	171,646
	<u>395,448</u>	<u>378,447</u>
<b>Recreation and cultural services</b>		
Administration	499,543	402,102
Community centers and halls	7,809	93,543
Swimming pools and beaches	-	39,976
Parks and playgrounds	56,826	11,357
Museums	8,510	8,460
Libraries	106,651	65,989
Other cultural facilities	177,812	243,120
	<u>857,151</u>	<u>864,547</u>
<b>Total expenses</b>	<u>\$ 5,951,094</u>	<u>\$ 4,778,279</u>

**RURAL MUNICIPALITY OF DUFFERIN  
RECONCILIATION OF ANNUAL SURPLUS  
December 31, 2023**

**SCHEDULE 14  
(Unaudited)**

	General	2023 Utility	Total	2022 Total
<b>MUNICIPAL SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT</b>	<b>\$ (13,124)</b>	<b>\$ 161,331</b>	<b>\$ 148,207</b>	<b>\$ 219,111</b>
<b>Adjustments for reporting under Public Sector Accounting Standards</b>				(As Restated - Note 3)
Eliminate expense - Transfers to reserves	431,511	86,691	518,202	706,823
Eliminate revenue - Transfers from reserves	(310,164)	-	(310,164)	(247,700)
Increase (decrease) revenue - Net surplus (deficit) of consolidated entities	338,009	-	338,009	679,350
Decrease revenue - Net book value of disposed tangible capital assets	(256,064)	-	(256,064)	-
Increase expense - Amortization of tangible capital assets	(534,493)	(224,764)	(759,257)	(756,529)
Decrease (increase) expense - Principal portion of debenture debt, net of new debt	346,661	(6,011)	340,650	46,481
Eliminate expense - Acquisitions of tangible capital assets, net of transfers from assets under construction	788,620	-	788,620	466,988
Increase in expense - water line connection cost funded by borrowings		-	-	68,402
Eliminate Interfund transfers	39,118	(39,118)	-	-
<b>ANNUAL SURPLUS (DEFICIT) PER CONSOLIDATED STATEMENT OF OPERATIONS</b>	<b>\$ 830,074</b>	<b>\$ (21,871)</b>	<b>\$ 808,203</b>	<b>\$ 1,182,928</b>